

METHUEN

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Board Meeting Last Thursday of each month at 9:30 am

Board Members Thomas J. Kelly (Chairperson), Sharon Cutter, Robert J. DeLuca, Michael Hennessy, Albert J. Trott, III

Board Administrator Terrylee Murphy

ACTUARIAL

Funded Ratio 61.2%

Date of Last Valuation 1/04

Actuary Mellon

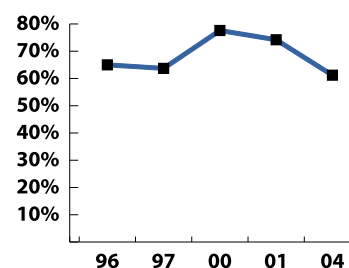
Assumed Rate of Return 8.00%

Funding Schedule Increasing 4.5%
Year Fully Funded 2025

Active Members 666

Retired Members 382

Funded Ratio



INVESTMENT

2004 Return 8.85%

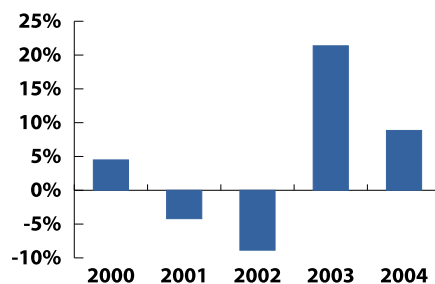
2004 Target Return 9.00%

2004 Market Value \$70.3M

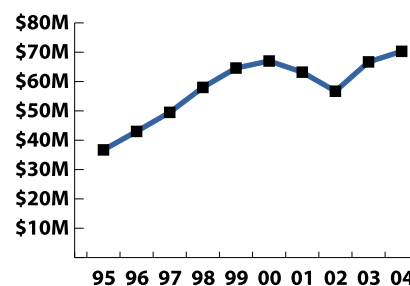
**2000-2004 Return
(Annualized)** 3.80%

**1985-2004 Return
(Annualized)** 9.39%

Investment Return (2000 - 2004)



Asset Growth - Market Value (1995 - 2004)



INVESTMENT VENDORS

Domestic Equity

- Dreyfus EB Core Small Cap Fund
- INVESCO - National Asset Management

International Equity

- Brandes International Equity Trust

Fixed Income

- Bradford & Marzec Strategic High Yield Portfolio
- Wells Fargo Montgomery Total Return Bond Fund

Real Estate

- RREEF America REIT II
- Sentinel Realty Partners IV

Consultant

- Segal Advisors

Custodian

- Investors Bank & Trust